



Alexander Sloan
Accountants and Business Advisers

Arbitrage Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 January 2017
Registration number: SC214741

.....
38 Cadogan Street
Glasgow
G2 7HF

Telephone
0141 204 8989

.....
50 Melville Street
Edinburgh
EH3 7HF

Telephone
0131 228 7979

.....
www.alexandersloan.co.uk
info@alexandersloan.co.uk

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Arbitrage Limited

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Arbitrage Limited

Company Information

Directors	Mr Amar Latif
	Mr Atif Latif
	Dr Zahid Latif
	Dr Farah Latif
	Mr Shahid Latif
Registered office	C/o Alexander Sloan
	Chartered Accountants
	38 Cadogan Street
	Glasgow
Accountants	G2 7HF
	Alexander Sloan
	38 Cadogan Street
	Glasgow
	G2 7HF

**Chartered Accountants' Report to the Board of Directors on the Preparation of
the Unaudited Statutory Accounts of
Arbitrage Limited
for the Year Ended 31 January 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Arbitrage Limited for the year ended 31 January 2017 as set out on pages 3 to 9 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants of Scotland, we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/accountspreparationguidance>

This report is made solely to the Board of Directors of Arbitrage Limited, as a body, in accordance with the terms of our engagement letter dated 18 February 2015. Our work has been undertaken solely to prepare for your approval the accounts of Arbitrage Limited and state those matters that we have agreed to state to the Board of Directors of Arbitrage Limited, as a body, in this report in accordance with the requirements of ICAS as detailed at <http://www.icas.com/accountspreparationguidance>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Arbitrage Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Arbitrage Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Arbitrage Limited. You consider that Arbitrage Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Arbitrage Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Alexander Sloan
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Alexander Sloan
38 Cadogan Street
Glasgow
G2 7HF

31 October 2017

Arbitrage Limited**(Registration number: SC214741)
Balance Sheet as at 31 January 2017**

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	3	350,000	350,000
Current assets			
Debtors	4	7,428	10,688
Cash at bank and in hand		10,537	6,266
		<u>17,965</u>	<u>16,954</u>
Creditors: Amounts falling due within one year	5	<u>(115,644)</u>	<u>(117,125)</u>
Net current liabilities		<u>(97,679)</u>	<u>(100,171)</u>
Total assets less current liabilities		252,321	249,829
Creditors: Amounts falling due after more than one year	5	<u>(151,824)</u>	<u>(158,695)</u>
Net assets		<u>100,497</u>	<u>91,134</u>
Capital and reserves			
Called up share capital		1,000	1,000
Revaluation reserve		45,641	45,641
Profit and loss account		53,856	44,493
Total equity		<u>100,497</u>	<u>91,134</u>

For the financial year ending 31 January 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 5 to 9 form an integral part of these financial statements.

Arbitrage Limited

**(Registration number: SC214741)
Balance Sheet as at 31 January 2017**

Approved and authorised by the Board on 31 October 2017 and signed on its behalf by:

Atif Latif

.....
Mr Atif Latif
Director

Arbitrage Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

1 General information

The company is a private company limited by share capital incorporated in Scotland.

The address of its registered office is:

C/o Alexander Sloan
Chartered Accountants
38 Cadogan Street
Glasgow
G2 7HF

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Investment property

Investment properties are held at valuation.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Arbitrage Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

3 Tangible assets

	Investment Property £	Total £
Cost or valuation		
At 1 February 2016	350,000	350,000
At 31 January 2017	350,000	350,000
Depreciation		
Carrying amount		
At 31 January 2017	350,000	350,000
At 31 January 2016	350,000	350,000

Included within the net book value of land and buildings above is £350,000 (2016 - £350,000) in respect of freehold land and buildings, £Nil (2016 - £Nil) in respect of long leasehold land and buildings and £Nil (2016 - £Nil) in respect of short leasehold land and buildings.

Arbitrage Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

Revaluation

The Investment Properties class of fixed assets was revalued on 19 January 2012 by Graham & Sibbald, Chartered Surveyors who are external to the company. The basis of this valuation was open market value. The Directors are satisfied that the value at 31 January 2017 of £350,000 remains appropriate.

4 Debtors

	Note	2017 £	2016 £
Amounts owed by group undertakings and undertakings in which the company has a participating interest	7	<u>7,428</u>	<u>10,688</u>
Total current trade and other debtors		<u><u>7,428</u></u>	<u><u>10,688</u></u>

Arbitrage Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

5 Creditors

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	6	6,872	6,545
Other creditors		<u>108,772</u>	<u>110,580</u>
		<u>115,644</u>	<u>117,125</u>
Due after one year			
Loans and borrowings	6	<u>151,824</u>	<u>158,695</u>

6 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Bank borrowings	<u>151,824</u>	<u>158,695</u>

	2017 £	2016 £
Current loans and borrowings		
Bank borrowings	<u>6,872</u>	<u>6,545</u>

Bank borrowings

The Bank of Scotland plc. hold a standard security over the company's investment properties together with a floating charge over the company's assets.

Arbitrage Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

7 Related party transactions

Summary of transactions with other related parties

Transactions with Directors :

At the year end the directors were owed £104,734 by the company, as follows:

Shahid Latif is owed £84,731 in respect of property acquired by the company from him, together with expenses met on the company's behalf (2016 - £84,731).

Amar Latif is owed £19,993 in respect of property acquired by the company from him, together with expenses met on the company's behalf (2016 - £19,993).

Atif Latif is owed £10 in respect of expenses met on the company's behalf (2016 - £10).

The above loans, which are interest free, have no fixed repayment date.

Transactions with other Related Parties :

The Partnership, Latif Properties, of which the Directors of Arbitrage Limited are Partners, owed Arbitrage Limited £6,963 at the year end date (2016 - £10,223).

8 Transition to FRS 102

Arbitrage Limited have adopted Financial Reporting Standard 102 Section 1A. There has been no change to the previously reported surplus or closing reserves.